## REDACTED – FOR PUBLIC INSPECTION

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February 19, 2004

Washington, DC 20554

**DOCKET FILE COPY ORIGINAL** 

Ex Parte

Ms. Marlene H. Dortch Secretary Federal Communications Commission 445 Twelfth Street, S. W. Room TWB-204 RECEIVED

FEB 1 9 2004

FEDERAL COMMUNICATIONS COMMISSION OFFICE OF THE SECRETARY

RE: In the Matter of Section 272(f)(1) Sunset of BOC Separate Affiliate and Related Requirements, WC Docket No. 02-112; 2000 Biennial Regulatory Review of Separate Affiliate Requirements of Section 64 1903 of the Commission's Rules, CC Docket No. 00-175

Dear Ms. Dortch:

Attached are two copies of SBC's responses to staff's requests for additional information in the above proceeding. The information filed herein is public and may be placed on the record.

Certain attachments contain confidential information that has been redacted from this filing. The confidential information has been filed under separate cover as per the Commission's December 22, 2003, Protective Order.

Sincerely,

Michelle A. Thomas

Attachments

cc:

Renee Crittendon

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#### SBC Response to FCC Staff Data Request in Section 272 Sunset FNPRM Proceeding WC Docket No. 02-112

A. Number of BOC local service access lines by month and state for 2003.

See Attachment A. Between January and December 2003, the total number of SBC's switched access lines (without counting SNET) declined from 45,345,453 to 42,248,934, following an earlier decline from 53,361,029 to 45,345, 453 (almost 21%) between December 1999 and January 2003.

B. Number of BOC 272 affiliate interLATA minutes of use by month and state for 2003.

See Attachment B – Redacted. The increased usage is because seven of SBC's thirteen inregion states (including CA) launched long distance service in 2003, and SBC introduced a number of competitive pricing plans around April 2003.

C. Number of SBC LD customers that have chosen BOC 272 affiliate as interLATA PIC, by month and state for 2003.

See Attachment C – Redacted.

D. Number of SBC customers that have chosen an SBC "bundle" including bundles of local and unlimited long distance.

See Attachment D. These numbers include customers who may have two or more vertical features with an access line or customers who may have two or more products, but not necessarily as part of one discounted package. Therefore, the number of customers that purchase a "bundle" of local and unlimited long distance services is necessarily lower than the number in Attachment D.

E. Number of SBC In-Service xDSL lines by month and state.

See Attachment E – Redacted.

F. Local Services Market - "Track A" information on local competition, by month and state, for 2003.

See Attachment F.

G. Further Information on SBC's Enterprise Broadband Services and how they are provided.

See SBC's May 29, 2003 Notice of Ex Parte in CC Docket No. 01-337 for an overview of the medium/large (i.e., enterprise) and mass market broadband markets.<sup>1</sup>

<sup>&</sup>lt;sup>1</sup> See http://gullfoss2 fcc.gov/prod/ecfs/retrieve.cgi?native\_or\_pdf=pdf&id\_document=6514149513.

#### SBC Response to FCC Staff Data Request in Section 272 Sunset FNPRM Proceeding WC Docket No. 02-112

With respect to current SBC information for the data market, the following information was reported in SBC's fourth quarter Investor Briefing<sup>2</sup>:

- SBC total data revenues (including DSL) in the fourth quarter were \$2.6 billion. Data revenues represented 29 percent of SBC's total wireline revenues in the quarter. For the full year 2003, SBC's data revenues were \$10.2 billion.
- SBC has built out-of-region networks, including a national Layer 3 IP backbone. It has established a presence in 30 out-of-region metropolitan areas.
- SBC also continues to expand its data capabilities with new high-bandwidth and IP-based solutions.

# H. Further Information on SBC's InterLATA Enterprise Services and how they are provided.

SBC's 272 affiliate provides varying levels of interLATA service in three broad geographic territories: In-Region territories where SBC is the ILEC; 30 Metropolitan Statistical Areas (MSAs) where SBC operates as a CLEC; and Out-of-Region/Out-of-Franchise (OOR/OOF) locations where there is no SBC local service provider presence.

SBC's in-region interLATA services are provided through SBCLD (SBC's section 272 affiliate). SBCLD generally splits business segments into small business customers and "medium and large business" (MLB) customers based on approximate annual customer spending. SBCLD views "Enterprise" customers as the upper segment of the MLB market.

The primary services provided by SBCLD to its MLB customers are voice and data services and related billing services. Voice services include high volume calling plans for switched/dedicated outbound calling and switched/dedicated inbound toll free calling, enhanced toll free call center solutions, DVA/PRI-ISDN, voice VPN and audio conferencing services. Data services include Frame, ATM, and private line. SBCLD voice traffic is primarily carried by underlying facilities providers/carriers (e.g., WilTel, New Edge Networks, etc.). Total 2003 revenue for all long distance voice products was approximately \$177 million. Billing services include account codes and electronic bill payment with webbased reports.

<sup>&</sup>lt;sup>2</sup> See http://www.sbc.com/Investor/Financial/Earning\_Info/docs/4Q\_03\_IB\_FINAL pdf.

#### ATTACHMENT A

44,312,761 55,694,902

#### SBC ACCESS LINES (Consumer + Non-ISDN Business)

| 000 400200 -   |            |            |            | <b>-</b>                |            |                       |            |                      |            |            |            |            |            | 1999 to |
|--|------------|------------|------------|-------------------------|------------|-----------------------|------------|----------------------|------------|------------|------------|------------|------------|---------|
|  | Jan-03     | Feb-03     | Mar-03     | Apr-03                  | May-03     | Jun-03                | Jul-03     | Aug-03               | Sep-03     | Oc1-03     | Nov-03     | Dec-03     | Dec-99     | % Decr  |
| Texas  | 7,432,039  | 7,412,697  | 7,383,666  | 7,351,828               | 7,322,514  | 7.306,433             | 7,273,603  | 7,263,971            | 7,244,700  | 7,223,092  | 7,191,664  | 7,169.287  |            |         |
| Oklahoma   | 1.367,584  | 1,361,582  | 1,354,004  | 1,346,688               | 1,339,443  | 1,333,151             | 1,325,190  | 1.321.509            | 1,317,369  | 1,310,885  | 1,303,847  | 1,296,902  |            |         |
| <ansas< td=""><td>1,003,268</td><td>992,687</td><td>984,691</td><td>978,035</td><td>971,913</td><td>967,903</td><td>962,956</td><td>95<del>9</del>,980</td><td>954,867</td><td>949.953</td><td>945,780</td><td>940,794</td><td></td><td></td></ansas<> | 1,003,268  | 992,687    | 984,691    | 978,035                 | 971,913    | 967,903               | 962,956    | 95 <del>9</del> ,980 | 954,867    | 949.953    | 945,780    | 940,794    |            |         |
| rkansas  | 833,103    | 827,665    | 818,693    | 811,582                 | 809,749    | 808,055               | 806,156    | 806,359              | 805,836    | 804,562    | 801,453    | 797,721    |            |         |
| issouri  | 2.216,829  | 2,208,065  | 2,198,817  | 2,190,320               | 2,181,800  | 2, 177,027            | 2,167,560  | 2,162,008            | 2,155,230  | 2,147,063  | 2,133,864  | 2,121,115  |            |         |
| otal SW  | 12,852,823 | 12,802,696 | 12,739,871 | 12,678,453              | 12,625,419 | 12,592,569            | 12,535,465 | 12,513,827           | 12,478,002 | 12,435,556 | 12,376,608 | 12,325,819 | 15,297,749 | 19.     |
| ilifomia   | 15,751,802 | 15,614,603 | 15,484,304 | 15,371,523              | 15,280,157 | 15,175,126            | 15,081,001 | 15,024,823           | 14,961,376 | 14,891,601 | 14,830,593 | 14,768,638 |            |         |
| vada   | 350,289    | 349,956    | 346,452    | 346,013                 | 345,088    | 343,336               | 343,044    | 343,256              | 342,674    | 342,663    | 342,845    | 341,959    |            |         |
| tal West   | 16,102,091 | 16,964,669 | 15,830,756 | 15,717,536              | 15,625,245 | 15,618,462            | 16,424,045 | 16,368,079           | 16,304,060 | 15,234,264 | 16,173,438 | 15,110,597 | 17,820,964 | 15.     |
| chigan   | 3,944,657  | 3,883,636  | 3,830,522  | 3,782,257               | 3,729,407  | 3,678,605             | 3,624,081  | 3,584,645            | 3,549,550  | 3,535,834  | 3,517,874  | 3,499,350  |            |         |
| nois   | 5,404,993  | 5,366,014  | 5,332,078  | 5,303,091               | 5,263,988  | 5,247,267             | 5,212,122  | 5,165,409            | 5,133,931  | 5,090,890  | 5,064,756  | 5,052,282  |            |         |
| nio  | 3,303,155  | 3,260,773  | 3,222,276  | 3,187,024               | 3,145,435  | 3,109,167             | 3,063,267  | 3,027,564            | 2,992,128  | 2,962,677  | 2.947,647  | 2,934,316  |            |         |
| sconsin  | 1,725,049  | 1,712,201  | 1,698,622  | 1,680,363               | 1,661,665  | 1,640,824             | 1,616,146  | 1,590,614            | 1,571,108  | 1,553,650  | 1,539,48B  | 1,530,682  |            |         |
| diana  | 2,012,685  | 1,999,271  | 1,986,261  | 1,968,379               | 1,946,741  | 1,913,511             | 1.881,433  | 1,860,238            | 1,837,759  | 1,816,805  | 1,803,034  | 1,795,888  |            |         |
| tal Midwest  | 16,390,639 | 16,221,895 | 16,069,759 | 15, <del>9</del> 21,114 | 15,747,236 | 15,589,374            | 15,397,049 | 15,228,470           | 15,084,476 | 14,959,856 | 14,872,799 | 14,812,518 | 20,242,316 | 26.6    |
| otal SBC w/o SNET  | 45,345,453 | 44,989,160 | 44,640,386 | 44,317,103              | 43,997,900 | 43,700,405            | 43,356,559 | 43,110,376           | 42,866,528 | 42,629,675 | 42,422,845 | 42,248,934 | 53,361,029 | 20.8    |
| NET  |            |            | 2,140,769  |                         |            | 2,118,59 <del>9</del> |            |                      | 2,094,065  |            |            | 2,063,827  | 2,333,873  | 11.     |
| otal SBC w/ SNET   |            |            | 46,781,166 |                         |            | 45,819,004            |            |                      | 44,960,593 |            |            | 44,312,761 | 55,694,902 | 20.     |

#### Long Distance Minutes of Use\* Monthly by State, 2003

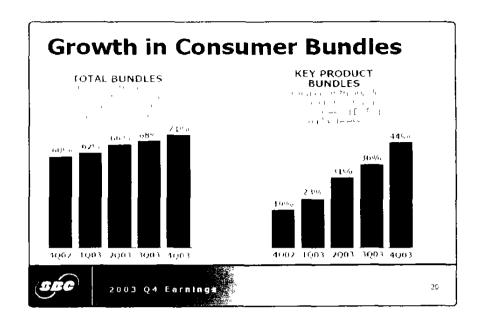
| <u>State</u> | Jan-03 | Feb-03 | Mar-03 | Apr-03 | <u>May-03</u> | <u>Jun-03</u> | <u>Jul-03</u> | <u> Aug-03</u> | Sep-03 | Oct-03        | Nov-03 | Dec-03      |
|--------------|--------|--------|--------|--------|---------------|---------------|---------------|----------------|--------|---------------|--------|-------------|
| AR           | -      | -      | -      | -      |               | -             |               |                | -      | =             | -      |             |
| CA           | -      | -      | =      | -      | -             | -             | -             | -              | -      | -             | •      | ~           |
| CT           | -      | -      | -      | -      | -             | -             | -             | -              | -      | -             | -      | ~           |
| ſL           | -      | -      | -      | -      | -             | -             | -             | -              | -      | -             | -      | -           |
| IN           | -      | -      | -      | -      | -             | -             | -             | -              | -      | -             | -      | -           |
| KS           | -      | -      | -      | -      | -             | -             | -             | -              | -      | -             | -      | -           |
| MI           | -      | -      | -      | -      | -             | -             | -             | •              | -      | -             | -      | -           |
| МО           | -      | -      | -      | •      | -             | -             | -             | -              | -      | -             | •      | -           |
| NV           | -      | -      | -      | -      | -             | -             | -             | -              | -      | -             | -      | •           |
| ОН           | -      | -      | -      | -      | -             | -             | •             | -              | •      | =             | -      | -           |
| OK           | -      | -      | -      | -      | -             | -             | -             | -              | -      | -             | -      | -           |
| TX           | -      | -      | -      | -      | -             | -             | -             | -              | -      | -             | -      | -           |
| WI           | -      | •      | -      | •      | -             | -             | -             | -              | -      | -             | •      | -           |
| SBC Total    |        |        |        |        |               | -             |               |                |        | _ <del></del> |        | <del></del> |

<sup>\*</sup>This chart reflects all SBC residential interLATA minutes of use regardless of which local exchange carrier serves the customer

SBC LD PICs\* Monthly by State, 2003

| State     | Jan-03 | Feb 03 | <u>Mar-03</u> | Apr-03 | <u> May-03</u> | <u>Jun-03</u> | <u>Jul-03</u> | <u> Aug-03</u> | Sep-03 | Oct-03 | <u>Nov-03</u> | Dec-03 |
|-----------|--------|--------|---------------|--------|----------------|---------------|---------------|----------------|--------|--------|---------------|--------|
| AR        | -      | -      | -             | -      |                | -             | -             | -              | -      | -      | -             | -      |
| CA        | -      | -      | -             | -      | -              | -             | •             | -              | -      | •      | •             | -      |
| CT        | -      | -      | -             | -      | •              | -             | -             | -              | -      | -      | -             | -      |
| IL        | -      | -      | -             | -      | -              | -             | -             | -              | -      | -      | -             | -      |
| IN        | -      | -      | -             | -      | -              | -             | -             | -              | -      | -      | -             | -      |
| KS        | -      | -      | -             | -      | -              | -             | •             | -              | -      | -      | -             | -      |
| MI        | -      | -      | -             | -      | -              | -             | -             | -              | -      | -      | -             | -      |
| MO        | -      | -      | -             | -      | -              | -             | -             | -              | -      | -      | -             | -      |
| NV        | -      | -      | -             | -      | •              | -             | -             | -              | -      | -      | -             | -      |
| OH        | -      | -      | -             | -      | •              | -             | -             | -              | -      | -      | •             | -      |
| OK        | -      | -      | -             | -      | -              | -             | -             | -              | -      | -      | •             | =      |
| ΤX        | -      | -      | -             | -      | -              | -             | -             | -              | -      | -      | •             | •      |
| WI        | -      | -      | -             | -      | •              | -             | -             | -              | -      | -      | •             | -      |
| SBC Total |        |        |               | ·      |                | -             |               | <del>-</del> - |        |        | <del></del>   |        |

<sup>\*</sup>This chart reflects all residential SBC LD PICs, regardless of which local exchange carrier serves the customer



Bundles – these numbers include customers who may have an access line and vertical features (purchased no long distance) and customers who may have separately purchased 2 or more services (not in discount package).

### 2003 SBC DSL In-Service Lines

|                      | Jan-03 | Feh-03 | Mar-03 | Apr-03 | May-03 | Jun-03 | Jul-03 | Aug-03 | Sep-03 | Oct-03 | Nov-03       | Dec-03 |  |
|----------------------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------------|--------|--|
| West                 | **     |        | ••     |        | 44     | -      | _      | _      | _      |        | ••           | ••     |  |
| Southwest<br>Midwest |        |        | •-     |        |        |        | -      |        |        |        | p-           | **     |  |
| SNET                 | ••     |        | **     |        | ••     |        | -      |        | -      |        | <del>.</del> |        |  |
|                      |        |        |        |        |        |        |        |        |        |        |              |        |  |
| TOTAL SBC            | ••     | ••     | **     |        |        |        | ••     |        | ••     |        | ••           | 4=     |  |

Notes of explanation

This represents DSL Internet access sold by SBC Internet Services, and excludes sales of DSL transport made by SBC Advanced Services Inc to unaffiliated ISPs

#### **Estimated CLEC Access Lines**

CLEC access knes are based on E911 listings + UNE-P + resold lines

#### \*\*\*CUMULATIVE MONTHLY TOTALS\*\*\*

|             |       | Jan-03     | Feb-03     | Mar-03     | Арт-03           | May-03     | Jun-03     | Jul-03     | Aug-03     | Sep-03     | Oct-O3     | Nov-03      | Dec-03     |
|-------------|-------|------------|------------|------------|------------------|------------|------------|------------|------------|------------|------------|-------------|------------|
|             |       |            |            |            |                  | 104 170    | 400 700    | 400 707    | 188,871    | 188,136    | 188.835    | 189,223     | 191,005    |
| Arkansas    | Total | 173,384    | 180,404    | 189,011    | 191,763          |            | 190,763    | 190,787    |            |            |            | <del></del> | · ·        |
| Kansas      | Total | 276,886    | 278,929    | 280,736    | 27 <u>7,</u> 679 | 279,191    | 276,441    | 278,060    |            | 281,413    | 284,518    |             | 287,016    |
| Missouri    | Total | 444,256    | 439,799    | 440,662    | 446,861          | 465,371    | 497,271    | 489,541    | 501,157    | 504,789    |            |             | 526,896    |
| Oklahoma    | Total | 273,192    | 281,118    | 286,681    | 288,464          | 290,162    | 294,635    | 297,487    | 301,014    | 301,183    | 306,182    | 312,094     | 317,169    |
| Texas       | Total | 2,252,493  | 2,283,256  | 2,287,823  | 2,292,297        | 2,327,095  | 2,337,486  | 2,326,290  | 2,335,224  | 2,340,269  | 2,351,672  | 2,358,773   | 2,375,403  |
| California  | Total | 3,193,667  | 3,171,118  | 3,257,531  | 3,340,609        | 3,416,652  | 3,529,558  | 3,551,902  | 3,627,976  | 3,679,731  | 3,761,256  | 3,784,779   | 3,801,640  |
| Nevada      | Total | 39,092     | 39,611     | 39,562     | 39,833           | 39,809     | 40,792     | 41,116     | 41,442     | 41,494     | 41,601     | 41,458      | 41,385     |
| Illinois    | Total | 2,322,185  |            | 2,303,088  | 2,339,163        | 2,348,017  | 2,338,508  | 2,346,074  | 2,386,609  | 2,384,918  | 2,410,584  | 2,425,421   | 2,428,675  |
| Indiana     | Total | 351,150    |            | 371,899    | 384,527          | 394,436    | 422,069    | 447,277    | 468,606    | 489,449    | 508,554    | 518,852     | 520,248    |
| Michigan    | Total | 1,576,274  | 1.630.131  | 1,668,028  | 1,683,956        | 1,721,503  | 1,754,283  | 1,757,502  | 1,789,057  | 1,824,788  | 1,826,334  | 1,833,488   | 1,840,085  |
| Ohio        | Total | 759,343    | 794.987    | 823,611    | 854,520          | 885,979    | 909,462    | 911,589    | 941,313    | 971,828    | 996,304    | 1,000,192   | 1,005,736  |
| Wisconsin   | Total | 610,401    | 620.599    | 631,115    | 635,231          | 634,104    | 644,416    | 653,674    | 686,659    | 702,624    | 719,643    | 728,944     | 731,833    |
| Connecticut | Total | N/A        |            |            | N/A              | N/A        | N/A        | N/A        | N/A        | N/A        | N/A        | N/A         | N/A        |
| Total SBC   | Total | 12,272,323 | 12,382,696 | 12,579,747 | 12,774,903       | 12,993,491 | 13,235,684 | 13,291,299 | 13,549,906 | 13,710,622 | 13,904,817 | 13,994,139  | 14,067,091 |